DEPARTMENT OF SOCIAL AND HEALTH SERVICES MEDICAL ASSISTANCE ADMINISTRATION Olympia, Washington

To: Family Practice Physicians Memorandum No: 05-45 MAA

Managed Care Plans Issued: July 26, 2005

From: Douglas Porter, Assistant Secretary For Information Call:

Medical Assistance Administration (MAA) (800) 562-6188

Subject: Family Practice Physicians: Targeted Vendor Rate Increase for Family

Practice Physicians in Rural Counties Who Perform Fee-for-Service

Maternity Deliveries

Effective for dates of service August 1, 2005 – June 30, 2006, the Medical Assistance Administration (MAA) will implement a targeted vendor rate increase for Family Practice physicians in rural counties who perform fee-for-service maternity deliveries. This increase was appropriated by the legislature.

Delivery Add-on Payment

In MAA's fiscal year 2006 budget, the Legislature appropriated a maternity delivery add-on payment of \$194.00 per delivery for Family Practice physicians whose practices are located in a rural county.

MAA will not reimburse an assistant surgeon or co-surgeon for the enhanced delivery add-on payment. Reimbursement is limited to one per client, per pregnancy.

Payments beginning August 1, 2005, are limited to those providers detailed above who bill MAA directly for fee-for-service deliveries. Additional payments for those providers who contract with managed care plans will be implemented on or around January 1, 2006, and will be detailed in a later memorandum.

Which Washington Counties are Considered Rural?

Revised Code of Washington (RCW) 43.160.030 defines a county with a population density of fewer than 100 persons per square mile as rural. Using population-per-square-mile data from the Office of Financial Management (OFM), the following Washington counties *do not* meet the definition of a rural county:

- Clark;
- Island;
- King;
- Kitsap;
- Pierce;
- Snohomish;
- Spokane; and
- Thurston.

Family Practice physicians practicing in a county other than one of those listed above are eligible to bill MAA for the delivery add-on payment.

How do I bill MAA for the Delivery Add-on Payment?

Family Practice physicians must bill MAA for the delivery add-on payment by attaching **modifier QB** to the appropriate delivery procedure code (e.g., 59400 QB). Attach modifier QB to the delivery code you are using to bill for the actual delivery.

Modifier QB: Physician providing service in rural HPSA (*Health Professional Shortage Area*).

Bill only *ONE* line of service (e.g., 59400 QB) to receive payment for BOTH the delivery and the rural physician delivery add-on payment. *DO NOT* bill the delivery code (e.g., 59400) on one line of the claim form and the rural physician delivery add-on (e.g., 59400 QB) on a second line of the claim form.

In addition, if the delivery is also high-risk and you are billing the high-risk add-on payment using modifier TG with the delivery code, you must attach *both* modifiers TG and QB to the delivery code on *one* line (e.g., 59400 TG QB). MAA will make additional payments for the high-risk add-on *and* the rural physician add-on in addition to the payment for the delivery itself.

Diagnosis Reminder

MAA requires valid and complete ICD-9-CM diagnosis codes. When billing MAA, use the highest level of specificity (4th or 5th digits when applicable) or the service(s) will be denied.

How can I get MAA's provider issuances?

To obtain MAA's provider numbered memoranda and billing instructions, go to MAA's website at http://maa.dshs.wa.gov (click on the Billing Instructions/Numbered Memoranda or Provider Publications/Fee Schedules link).

To request a free hard copy from the Department of Printing:

- 1. **Go to: http://www.prt.wa.gov/** (Orders filled daily).
 - a) Click *General Store*.
 - b) If a **Security Alert** screen is displayed, click **OK**.
 - i. Select either *I'm New* or *Been Here*.
 - ii. If new, fill out the registration and click *Register*.
 - iii. If returning, type your email and password and then click *Login*.
 - c) At the **Store Lobby** screen, click **Shop by Agency**. Select **Department of Social** and **Health Services** and then select **Medical Assistance**.
 - d) Select *Billing Instructions*, *Forms*, *Healthy Options*, *Numbered Memo*, *Publications*, or *Issuance Correction*. You will then need to select a year and the select the item by number and title.
- 2. **Fax/Call:** Dept. of Printing/Attn: Fulfillment at FAX (360) 586-6361/ telephone (360) 586-6360. (Orders may take up to 2 weeks to fill.)